

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☐
(highlight changes)

APPLICATION FOR PERMIT TO DRILL

| | | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--------------------------------------------------------------------|----------------------|
| 1A. TYPE OF WORK: DRILL <input checked="" type="checkbox"/> REENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/> | | 5. MINERAL LEASE NO: ML46105 | 6. SURFACE: State |
| B. TYPE OF WELL: OIL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> OTHER _____ SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/> | | 7. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A | |
| 2. NAME OF OPERATOR: ConocoPhillips Company | | 8. UNIT or CA AGREEMENT NAME: Drunkards Wash UTU67921X | |
| 3. ADDRESS OF OPERATOR: P.O. Box 51810 CITY Midland STATE Tx ZIP 79710 | | 9. WELL NAME and NUMBER: Utah 16-527 | |
| 4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 279.88 FNL & 1458.91 FEL (NWNE) 16-15S-8E AT PROPOSED PRODUCING ZONE: Same | | 10. FIELD AND POOL, OR WILDCAT: Drunkards Wash | |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: 1.5 miles west of Wattis | | 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNE 16 15S 8E | |
| 15. DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) N/A Unit | | 12. COUNTY: Carbon | 13. STATE: UTAH |
| 16. NUMBER OF ACRES IN LEASE: 640 acres | | 17. NUMBER OF ACRES ASSIGNED TO THIS WELL: N/A Unit | |
| 18. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) ~2500' | | 20. BOND DESCRIPTION: Statewide | |
| 21. ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 7806.4 GL | | 22. APPROXIMATE DATE WORK WILL START: 7/15/2009 | |
| | | 23. ESTIMATED DURATION: 30 days | |

24. PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | CASING SIZE, GRADE, AND WEIGHT PER FOOT | SETTING DEPTH | CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT |
|--------------|-----------------------------------------|---------------|--------------------------------------------------------------------------------|
| 20" | 13 3/8 40.5 H40 | 40 | Readymix-Conductor |
| 12 1/4 | 9 5/8 36 J55 | 450 | 255 sxs G + 2% CaCl 1/4pps D130 15.8ppg/1.17 ft/sx |
| 8 1/2 | 5 1/2 17 M80 | 4,934 | 105 sxs Litecrete + .2% D013+D46 9.6ppg/2.36 ft/sx |
| | | | DV tool@4135; 2nd Stage-545 sxs Litecrete .2%D013+ .2%D046 9.6ppg/2.36 cuft/sx |
| | | | |
| | | | |
| | | | |

25. ATTACHMENTS

VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES:

- | | |
|-----------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|
| <input type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER | <input type="checkbox"/> COMPLETE DRILLING PLAN |
| <input type="checkbox"/> EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER | <input type="checkbox"/> FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER |

NAME (PLEASE PRINT) Donna Williams

TITLE Sr. Regulatory Specialist

SIGNATURE

DATE 6/15/2009

(This space for State use only)

Approved by the
Utah Division of
Oil, Gas and Mining

RECEIVED

JUN 17 2009

API NUMBER ASSIGNED: 43-00731512

APPROVAL:

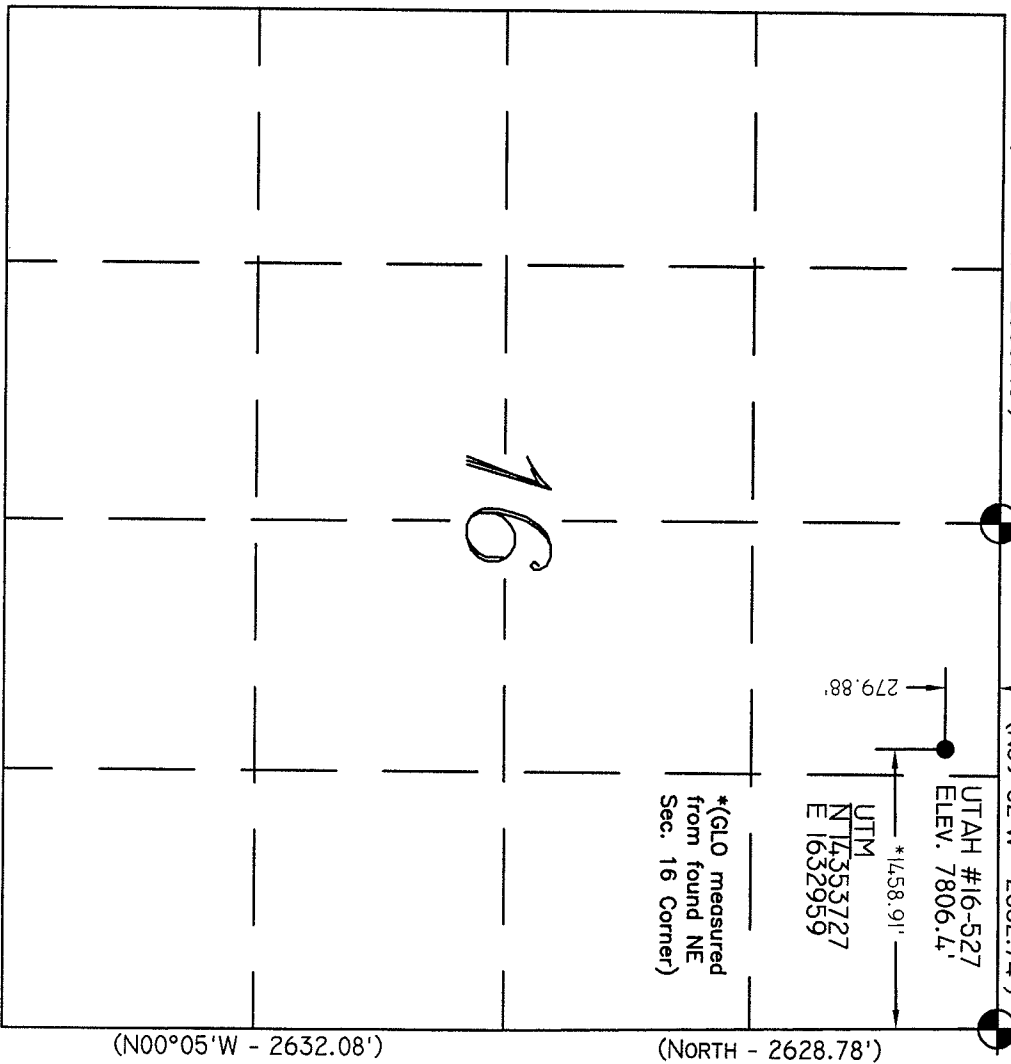
Date: 08-13-09

By: (See Instructions on Reverse Side)

DIV. OF OIL, GAS & MINING

Range 8 East

Township 15 South



Location:
The well location was determined using a Trimble 5700 GPS survey grade unit.

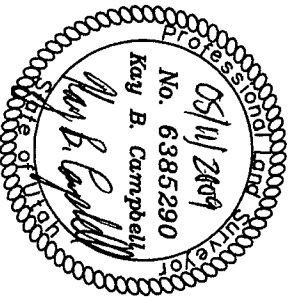
Basis of Bearing:
The Basis of Bearing is GPS Measured.

GLO Bearing:
The Bearings indicated are per the recorded plat obtained from the U.S. Land Office.

Basis of Elevation:
Basis of Elevation of 7160' being at the Northeast Section Corner of Section 10, Township 15 South, Range 8 East, Salt Lake Base and Meridian, as shown on the Watts Quadrangle 7.5 minute series map.

Description of Location:
Proposed Drill Hole located in the NW/4 NE/4 of Section 16, T15S, R8E, S.L.B.&M., being South 279.88' from North Line and West 1458.91' from East Line of Section 16, T15S, R8E, Salt Lake Base & Meridian.

Surveyor's Certificate:
I, Kay B. Campbell, a Professional Land Surveyor, holding Certificate 6385290 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.



TALON RESOURCES, INC.

615 North 400 East P.O. Box 1230
Huntingdon, Utah 84528
Phone (435) 687-5310 Fax (435) 687-5311
E-Mail talon@ctv.net

ConocoPhillips

ConocoPhillips Company
WELL UTAH #16-527
Section 16, T15S, R8E, S.L.B.&M.
Carbon County, Utah

Drawn By: N. BUTKOVICH
Checked By: L.W.J./K.B.C.

Drawing No. A-1
Date: 5/11/09
Scale: 1" = 1000'

Sheet 1 of 4
Job No. 4192

Legend

● Drill Hole Location
● Metal Cap (Found)

○ Brass Cap (Searched for, but not found)

△ Calculated Corner

() GLO

GPS Measured

NOTES:

1. Dimensions are GPS measured unless noted otherwise.
2. UTM and Latitude / Longitude Coordinates are derived using a GPS Pathfinder and are shown in NAD 27 Datum.

| LAT / LONG | |
|----------------|-----------------|
| 39°31'36.024"N | 111°01'35.248"W |

GRAPHIC SCALE

